STATE OF ALASKA

DEPT. OF ENVIRONMENTAL CONSERVATION DIVISION OF WATER DIRECTOR'S OFFICE

SEAN PARNELL, GOVERNOR

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February 24, 2010

Michael Bussell, Director Office of Water and Watersheds US EPA Region 10 1200 Sixth Avenue, Suite 900 Seattle, WA 98101-3140

Re: Anti-degradation Implementation and the Cook Inlet Oil and Gas Exploration General Permit

Dear Mr. Bussell:

Per our recent conversation regarding the appeal of the Cook Inlet Oil and Gas Exploration General NPDES Permit, the Department of Environmental Conservation (DEC) plans to do the following:

- develop interim procedures (staff guidance) for how the State implements its anti-degradation policy found at 18 AAC 70.015. We anticipate having the interim guidance available by September 1, 2010.
- participate in EPA's public notice period on the Cook Inlet Oil and Gas
 Exploration General Permit, or conduct a separate public notice and comment
 period on the State's draft Section 401 certification and draft anti-degradation
 analysis of the General Permit with a goal to start the minimum 30-day
 comment period by October 1, 2010.
- depending on the volume and nature of comments received, DEC will plan to issue a final Section 401 certification and final anti-degradation analysis by December 1, 2010.

I understand that time is of the essence and DEC will proceed with these steps as quickly as possible.

Sincerely,

Lynn J. Tomich Kent

Director